Introduced by Assembly Member Laird (Principal coauthors: Assembly Members Chavez, Daucher, Hancock, La Malfa, Longville, Maze, Montanez, and Salinas)

February 20, 2004

An act to amend Section 17581.5 of the Government Code, and to amend Items 0890-295-0001, 4440-295-0001, and 6110-295-0001 of, and to repeal Item 3480-295-0001 of, Section 2.00 of Chapter 157 of the Statutes of 2003, relating to local mandate reimbursement, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

AB 2851, as introduced, Laird. Budget Act: state mandates.

(1) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement, including the creation of a State Mandates Claims Fund to pay the costs of mandates that do not exceed \$1,000,000 statewide and other procedures for claims whose statewide costs exceed \$1,000,000.

The Budget Act of 2003 designates to the Department of Education \$1,000 for reimbursing local agencies or school districts for state mandates relating to investment reports and \$1,000 for reimbursing local agencies or school districts for state mandates relating to county treasury oversight committees.

This bill would reduce these amounts to zero and provide that these state-mandated local programs are suspended for the 2003–04 fiscal year.

AB 2851 — 2 —

(2) Existing law provides that the Commission on State Mandates shall not find costs to be mandated by the state if, among other things, the local agency or school district has authority to levy charges, fees, or assessments sufficient to pay for the mandated program or increased level of service.

Existing law, the Surface Mining and Reclamation Act of 1975, requires local agencies, within 12 months of receiving mineral information and of being designated an area of statewide or regional significance, and in accordance with state policy, to establish mineral resource management policies in their general plans. Existing law also authorizes these local agencies to impose a fee upon mining operations to cover the reasonable costs incurred in implementing the act.

This bill would state that the Legislature finds and declares that the act no longer imposes a reimbursable mandate under these provisions because local agencies subject to the act have authority to levy fees to pay for the cost of the program mandated by the act.

(3) The Budget Act of 2003 provides that state-mandated local programs relating to local agency mineral resource policies, Democratic Party presidential delegates, election materials, and specified county social services are suspended during the 2003–04 fiscal year. Existing law also provides that these programs no longer constitute reimbursable mandates under Section 6 of Article XIII B of the California Constitution.

This bill would delete references to suspension of these programs in the Budget Act of 2003.

This bill also would state that the Legislature finds and declares that specified statutes relating to Democratic Party presidential delegates and certain county social services no longer constitute reimbursable mandates because they have been repealed.

- (4) This bill also would direct the Commission on State Mandates to reconsider whether specified statutes continue to constitute reimbursable mandates in light of federal statutes enacted and federal and state court decisions rendered since enactment of these mandates.
- (5) This bill would declare that it is to take effect immediately as an urgency statute.

Vote: $^{2}/_{3}$. Appropriation: no. Fiscal committee: yes. State-mandated local program: no.

__ 3 __ AB 2851

The people of the State of California do enact as follows:

SECTION 1. Section 17581.5 of the Government Code is amended to read:

- 17581.5. (a) A school district shall not be required to implement or give effect to the statutes, or portion thereof, identified in subdivision (b) during any fiscal year and for the period immediately following that fiscal year for which the Budget Act has not been enacted for the subsequent fiscal year if all of the following apply:
- (1) The statute or portion thereof, has been determined by the Legislature, the commission, or any court to mandate a new program or higher level of service requiring reimbursement of local agencies *school districts* pursuant to Section 6 of Article XHIB XIII B of the California Constitution.
- (2) The statute, or portion thereof, has been specifically identified by the Legislature in the Budget Act for the fiscal year as being one for which reimbursement is not provided for that fiscal year. For purposes of this paragraph, a mandate shall be considered to have been specifically identified by the Legislature only if it has been included within the schedule of reimbursable mandates shown in the Budget Act and it is specifically identified in the language of a provision of the item providing the appropriation for mandate reimbursements.
 - (b) This section applies only to the following mandates:
- (1) The School Bus Safety *I (CSM-4433) and* II mandate (97-TC-22) mandates (Chapter 642 of the Statutes of 1992; Chapter 831 of the Statutes of 1994; and Chapter 739 of the Statutes of 1997).
- (2) The School Crimes Reporting II mandate (Chapter (97-TC-03; and Chapter 759 of the Statutes of 1992 and Chapter 410 of the Statutes of 1995).
- (3) Investment reports (96-358-02; and Chapter 783 of the Statutes of 1995 and Chapters 156 and 749 of the Statutes of 1996).
- (4) County treasury oversight committees (96-365-03; and Chapter 784 of the Statutes of 1995 and Chapter 156 of the Statutes of 1996).
- SEC. 2. Item 0890-295-0001 of Section 2.00 of Chapter 157 of the Statutes of 2003 is amended to read:

AB 2851 —4—

1	0890-295-0001—For local assistance, Secretary of State,	
2	for reimbursement, in accordance with the provisions of	
3	Section 6 of Article XIII B of the California Constitu-	
4	tion or Section 17561 of the Government Code, of the	
5	costs of any new program or increased level of service	
6	of an existing program mandated by statute or executive	
7	order, for disbursement by the State Controller	4,000
8	Schedule:	
9	(1) 98.01.007.778–Absentee ballots	
10	(Ch. 77, Stats. 1978) 1,000	
11	(2) 98.01.039.188–Brendon Maguire	
12	Act (Ch. 391, Stats. 1988) 1,000	
13	(3) 98.01.049.479–Handicapped voter	
14	access (Ch. 494, Stats. 1979) 0	
15	(4) 98.01.070.475–Voter registration	
16	procedures (Ch. 704, Stats. 1975) 1,000	
17	(5) 98.01.101.381–Local elections	
18	(Ch. 1013, Stats. 1981) 0	
19	(6) 98.01.104.285-Election materials	
20	(Ch. 1042, Stats. 1985) 0	
21	(7) 98.01.140.176–Voter registration	
22	roll purge (Ch. 1401, Stats. 1976) 0	
23	(8) 98.01.142.282–Permanent absent	
24	voters (Ch. 1422, Stats. 1982) 1,000	
25	(9) 98.01.160.382–Democratic pres-	
26	idential delegates (Ch. 1603, Stats.	
27	1982) θ	
28	Provisions:	
29	1. Except as provided in Provision 2 of this item,	
30	allocations of funds provided in this item to the	
31	appropriate local entities shall be made by the State	
32	Controller in accordance with the provisions of each	
33	statute or executive order that mandates the	
34	reimbursement of the costs, and shall be audited to	
35	verify the actual amount of the mandated costs in	
36	accordance with subdivision (d) of Section 17561 of	
37	the Government Code. Audit adjustments to prior	
38	year claims may be paid from this item. Funds	
39	appropriated in this item may be used to provide	
40	reimbursement pursuant to Article 5 (commencing	

__ 5 __ AB 2851

with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.

- 2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon notifying the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.
- 3. Pursuant to Section 17581 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of \$0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2003–04 fiscal year:
 - (3) Handicapped voter access (Ch. 494, Stats. 1979).
 - (5) Local elections (Ch. 1013, Stats. 1981).
 - (6) Election materials (Ch. 1042, Stats. 1985).
 - (7) Voter registration roll purge (Ch. 1401, Stats. 1976).
 - (9) Democratic presidential delegates (Ch. 1603, Stats. 1982, and Ch. 8, Stats. 1988).
- SEC. 3. Item 3480-295-0001 of Section 2.00 of Chapter 157 of the Statutes of 2003 is repealed.

AB 2851 —6—

1	3480-295-0001—For local assistance, Department of Con-	
2	servation, for reimbursement, in accordance with the	
3	provisions of Section 6 of Article XIII B of the Califor-	
4	nia Constitution or Section 17561 of the Government	
5	Code, of the costs of any new program or increased level	
6	of service of an existing program mandated by statute or	
7	executive order, for disbursement by the State Control-	0
8	ler	θ
9	Schedule:	
10	(1) 98.01.113.175–Mineral resources	
11	policies (Ch. 1131, Stats. 1975) .	
12	Provisions:	
13	1. Pursuant to Section 17581 of the Government Code,	
14	the mandate identified in the appropriation schedule	
15	of this item with an appropriation of \$0 and included	
16	in the language of this provision are specifically	
17	identified by the Legislature for suspension during	
18	the 2003–04 fiscal year:	
19	(1) Mineral resources policies (Ch. 1131, Stats.	
20	1975)	
21	SEC. 4. Item 4440-295-0001 of Section 2.00 of Chapter	157
22	of the Statutes of 2003 is amended to read:	
23		
24	4440–295–0001—For local assistance, Department of Men-	
25	tal Health, for reimbursement, in accordance with the	
26	provisions of Section 6 of Article XIII B of the Califor-	
27	nia Constitution or of Section 17561 of the Government	
28	Code, of the costs of any new program or increased level	
29	of service of an existing program mandated by statute or	
30	executive order, for disbursement by the State Control-	
31	ler 6	5,000
32	Schedule:	
33	(1) 98.01.049.877–Coroner's Costs	
34	(Ch. 498, Stats. 1977) 1,000	
35	(2) 98.01.081.579–Short–Doyle Case	
36	Management (Ch. 815, Stats.	
37	1979)	
38	(3) -	

—7— AB 2851

1	(2) 98.01.103.678–Mentally Disor-	
2	dered Offender Recommitments	
3	(Ch. 1036, Stats. 1978)	1,000
4	(4) -	
5	(3) 98.01.111.479–Not Guilty By	
6	Reason of Insanity (Ch. 1114,	
7	Stats. 1979)	1,000
8	(5) 98.01.132.784–Short–Doyle Au-	
9	dits (Ch. 1327, Stats. 1984)	θ
10	(6) 98.01.135.285-Residential Care	
11	Services (Ch. 1352, Stats. 1985)	θ
12	(7) -	
13	(4) 98.01.174.784–Services to Handi-	
14	capped Students (Ch. 1747, Stats.	
15	1984)	1,000
16	(8) -	
17	(5) 98.01.076.295–Sexually Violent	
18	Predators (Chs. 762 and 763, Stats.	
19	1995)	1,000
20	(9) -	
21	(6) 98.01.065.496–Seriously Emo-	
22	tionally Disturbed Pupils (Ch. 654,	
23	Stats. 1996)	1,000
24	Provisions:	
25	1. Except as provided in Provision 2 of	of this item,

- 1. Except as provided in Provision 2 of this item, allocations of funds provided in this item to the appropriate local entities shall be made by the State Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated in this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government Code.
- 2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State

AB	2851	—8 —
1		Controller may, upon notifying the Director of
		Finance in writing, augment those deficient amounts
2 3		from the unencumbered balance of any other
4		scheduled amount therein. No order may be issued
5		pursuant to this provision unless written notification
6		of the necessity therefor is provided to the
7		chairperson of the committee in each house which
8		considers appropriations and the Chairperson of the
9		Joint Legislative Budget Committee or his or her
10		designee.
11	3.	Pursuant to Section 17581 of the Government Code,
12		mandates identified in the appropriation schedule of
13		this item with an appropriation of \$0 and included in
14		the language of this provision are specifically
15		identified by the Legislature for suspension during
16		the 2003–04 fiscal year:
17		(2) Short-Doyle Case Management (Ch. 815, Stats.
18		1979)
19		(5) Short-Doyle Audits (Ch. 1327, Stats. 1984)
20		(6) Residential Care Services (Ch. 1352, Stats.
21		1985)
22	SEC	2. 5. Item 6110-295-0001 of Section 2.00 of Chapter 15
23	of the	Statutes of 2003 is amended to read:
24		
25	6110-29	95–0001—For local assistance, Department of
26	Ed	ucation (Proposition 98), for reimbursement, in ac-
2.7	COI	dance with the provisions of Section 6 of Article

cordance with the provisions of Section 6 of Article 27 28 XIII B of the California Constitution or Section 17561 29 of the Government Code, of the cost of any new program 30 or increased level of service of an existing program man-31 dated by statute or executive order, for disbursement by 36,000 32 the State Controller 35,000 33 Schedule: 34 (1) 98.01.003.677-Annual Parent No-35 tification (Ch. 36, Stats. 1977, et 36 1,000

> (2) 98.01.009.894-Caregiver Affidavits (Ch. 98, Stats. 1994) 1,000

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1	(3) 98.01.013.487–Pupil Suspensions:	
2	District Employee Reports (Ch.	1.000
3 4	134, Stats. 1987 et al.)	1,000
5	(4) 98.01.016.193–Intradistrict Atten-	1 000
<i>5</i>	dance (Ch. 161, Stats. 1993)	1,000
7	(5) 98.01.017.201–Interdistrict Attendance (Ch. 172, State, 1086)	1,000
8	dance (Ch. 172, Stats. 1986) (6) 98.01.017.286–Interdistrict Trans-	1,000
9	fer Parent's Employment (Ch. 172,	
10	Stats. 1986)	1,000
11	(7) 98.01.048.675–Mandate Reim-	1,000
12	bursement Process (Ch. 486, Stats.	
13	1975)	1,000
14	(8) 98.01.049.801–Graduation Re-	1,000
15	quirements (Ch. 498, Stats. 1983)	1,000
16	(9) 98.01.049.802–Notification of	1,000
17	Truancy (Ch. 498, Stats. 1983)	1,000
18	(10) 98.01.049.803–Pupil Expulsions/	1,000
19	Expulsion Appeals (Ch. 498, Stats.	
20	1983 et al.)	1,000
21	(11) 98.01.064.186–Open Meetings	1,000
22	Act (Ch. 641, Stats. 1986)	1,000
23	(12) 98.01.066.878–Pupil Exclusions	-,
24	(Ch. 668,Stats. 1978)	1,000
25	(13) 98.01.078.192–Charter Schools	,
26	(Ch. 781, Stats. 1992)	1,000
27	(14) 98.01.078.395–Investment Re-	,
28	ports (Ch. 783, Stats. 1995) 1995	
29	and Chs. 156 and 749, Stats. 1996)	1,000
30	,	0
31	(15) 98.01.079.980–PERS Death	
32	Benefits (Ch. 799, Stats. 1980)	1,000
33	(16) 98.01.081-AIDS Prevention In-	
34	struction (Ch. 818, Stats. 1991) .	1,000
35	(17) 98.01.096.175–Collective Bar-	
36	gaining (Ch. 961, Stats. 1975)	1,000
37	(18) 98.01.096.501–Pupil Classroom	
38	Suspension: Counseling (Ch. 965,	
39	Stats. 1977)	1,000

1	(19) 98.01.096.577–Pupil Health	
2	Screenings (Ch. 1208, Stats. 1976)	1,000
3	(20) 98.01.097.595–Physical Perfor-	1 000
4	mance Tests (Ch. 975, Stats. 1995)	1,000
5	(21) 98.01.101.184–Juvenile Court	
6	Notices II (Ch. 1011, Stats. 1984;	
7	Ch. 1423, Stats. 1984)	1,000
8	(22) 98.01.110.784–Removal of	
9	Chemicals (Ch. 1107, Stats. 1984)	1,000
10	(23) 98.01.111.789–Law Enforcement	
11	Agency Notifications (Ch. 1117,	
12	Stats	1,000
13	(24) 98.01.117.677-Immunization Re-	
14	cords (Ch. 1176, Stats. 1977)	1,000
15	(25) 98.01.118.475-Habitual Truants	
16	(Ch. 1184, Stats. 1975)	1,000
17	(26) 98.01.121.391–Collective Bar-	
18	gaining Agreement Disclosures	
19	(Ch. 1213, Stats. 1991)	1,000
20	(27) 98.01.125.375-Expulsion Tran-	
21	scripts (Ch. 1253, Stats. 1975)	1,000
22	(28) 98.01.128.488–Pupil Suspen-	
23	sions: Parents Classroom Visits	
24	(Ch. 1284, Stats. 1988)	1,000
25	(29) 98.01.130.689–Notification to	
26	Teachers of Public Expulsion (Ch.	
27	1306, Stats. 1989)	1,000
28	(30) 98.01.134.780-Scoliosis Screen-	
29	ing (Ch. 1347, Stats. 1980)	1,000
30	(31) 98.01.139.874–PERS Unused	ŕ
31	Sick Leave Credit (Ch. 1398, Stats.	
32	1974)	1,000
33	(32) 98.01.146.389–School Account-	-,
34	ability Report Cards (Ch. 1463,	
35	Stats. 1989)	1,000
36	(33) 98.01.165.984–Emergency Pro-	1,000
37	cedures (Ch. 1659, Stats. 1984) .	1,000
51	Coddies (Cli. 105), States. 1707).	1,000

-11-AB 2851

1 2	(34) 98.01.077.896–American Government Course Documents Re-	
3	quirements (Ch. 778, Stats. 1996)	1,000
4	(35) 98.01.030.995–Pupil Residency	1,000
5	Verification and Appeals (Ch. 309,	
6	Stats. 1995)	1,000
7	(36) 98.01.058.897–Criminal Back-	1,000
8	ground Checks (Ch. 588, Stats.	
9	1997)	1,000
10	(37) 98.01.041.095–School Crimes	
11	Reporting II (Ch. 759, Stats. 1992	
12	and Ch. 410, Stats. 1995)	0
13	(38) 98.01.083.194-School Bus Safe-	
14	ty I and II (Ch. 624, Stats. 1992;	
15	Ch. 831, Stats. 1994; Ch. 739,	
16	Stats. 1997)	0
17	(39) County Treasury Oversight Com-	
18	mittees (Ch. 784, Stats. 1995 and	
19	Ch. 156, Stats. 1996)	0
20	Provisions:	
21	1. Except as provided in Provisions 2 and 3	3 of this

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- 1. Except as provided in Provisions 2 and 3 of this item, allocations of funds shall be made by the Controller in accordance with the provisions of each statute or executive order that mandates the reimbursement of the costs, and shall be audited to verify the actual amount of the mandated costs in accordance with subdivision (d) of Section 17561 of the Government Code. Audit adjustments to prior year claims may be paid from this item. Funds appropriated by this item may be used to provide reimbursement pursuant to Article 5 (commencing with Section 17615) of Chapter 4 of Part 7 of Division 4 of Title 2 of the Government
- 2. If any of the scheduled amounts are insufficient to provide full reimbursement of costs, the State Controller may, upon approval of the Director of Finance in writing, augment those deficient amounts from the unencumbered balance of any other scheduled amounts therein. No order may be

AB 2851 — 12 —

 issued pursuant to this provision unless written notification of the necessity therefor is provided to the chairperson of the committee in each house of the Legislature which considers appropriations and the Chairperson of the Joint Legislative Budget Committee or his or her designee.

- 3. Notwithstanding any other provision of law, the funds appropriated in Schedules (15) and (31) are for transfer to the Public Employees' Retirement System for reimbursement of costs incurred pursuant to Chapter 1398 of the Statutes of 1974 or Chapter 799 of the Statutes of 1980.
- 4. Pursuant to Section 17581 17581.5 of the Government Code, mandates identified in the appropriation schedule of this item with an appropriation of \$0 and included in the language of this provision are specifically identified by the Legislature for suspension during the 2003–04 fiscal year:
 - (14) 98.01.078.395–Investment Reports (Ch. 783, Stats. 1995 and Chs. 156 and 749, Stats. 1996).
 - (37) School Crimes Reporting II (Ch. 759, Stats. 1992; Ch. 410, Stats. 1995).
 - (38) School Bus Safety *I and* II (Ch. 624, Stats, 1992; Ch. 831, Stats. 1994; Ch. 739, Stats. 1997).
 - (39) County Treasury Oversight Committees (Ch. 784, Stats. 1995 and Ch. 156, Stats. 1996).
- 5. The Controller shall not make any payment from this item to reimburse community college districts for claimed costs of state—mandated education programs. Reimbursements to community college districts for education mandates shall be paid from the appropriate item within the community college budget.
- SEC. 6. The Legislature hereby finds and declares that, notwithstanding a prior determination by the Board of Control, acting as the predecessor agency for the Commission on State Mandates, and pursuant to subdivision (d) of Section 17556 of the Government Code, the state-mandated local program imposed by

— 13 — AB 2851

Chapter 1131 of the Statutes of 1975 no longer constitutes a

- reimbursable mandate under Section 6 of Article XIII B of the
- California Constitution because subdivision (e) of Section 2207 of
- the Public Resources Code, as added by Chapter 1097 of the
- Statutes of 1990, confers on local agencies subject to that mandate 5
- 6 authority to levy fees sufficient to pay for the mandated program.
 - SEC. 7. Notwithstanding any other provision of law, the Commission on State Mandates shall reconsider whether each of
- 9 the following statutes constitutes a reimbursable mandate under
- Section 6 of Article XIII B of the California Constitution in light 10
- 11 of federal statutes enacted and federal and state court decisions
- rendered since these statutes were enacted: 12

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- (a) Sex offenders: disclosure by law enforcement officers (97-TC-15; and Chapters 908 and 909 of the Statutes of 1996, Chapters 17, 80, 817, 818, 819, 820, 821, and 822 of the Statutes
- of 1997, and Chapters 485, 550, 927, 928, 929, and 930 of the 16 17 Statutes of 1998).
 - (b) Extended commitment, Youth Authority (98-TC-13; and Chapter 267 of the Statutes of 1998).
 - (c) Brown Act Reforms (CSM-4469; and Chapters 1136, 1137 and 1138 of the Statutes of 1993, and Chapter 32 of the Statutes of 1994).
 - (d) Photographic Record of Evidence (No. 98-TC-07; and Chapter 875 of the Statutes of 1985, Chapter 734 of the Statutes of 1986, and Chapter 382 of the Statutes of 1990).
 - SEC. 8. The Legislature hereby finds and declares that the following statutes no longer constitute a reimbursable mandate under Section 6 of Article XIII B of the California Constitution because provisions containing the reimbursable mandate have been repealed:
- 31 (a) Democratic Party presidential delegates (CSM-4131; and 32 Chapter 1603 of the Statutes of 1982 and Chapter 8 of the Statutes 33 of 1988, which enacted statutes that were repealed by Chapter 920 34 of the Statutes of 1994).
- 35 (b) Short-Doyle case management, Short-Doyle audits, and 36 residential care services (CSM-4238; and Chapter 815 of the
- Statutes of 1979, Chapter 1327 of the Statutes of 1984, and 37
- 38 Chapter 1352 of the Statutes of 1985, which enacted statutes that
- were repealed by Chapter 89 of the Statutes of 1991).

AB 2851 — 14 —

SEC. 9. This act is an urgency statute necessary for the immediate preservation of the public peace, health, or safety within the meaning of Article IV of the Constitution and shall go into immediate effect. The facts constituting the necessity are:

In order to make necessary statutory changes to fully implement the Budget Act of 2003 at the earliest possible time, it is necessary that this act take effect immediately.